

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF LOUISVILLE)	CASE NO. 90-158-T
GAS AND ELECTRIC COMPANY)	

O R D E R

On December 21, 1990, in Case No. 90-158 the Commission approved certain adjusted rates for Louisville Gas and Electric Company ("LG&E") and provided for their further adjustment on a quarterly basis in accordance with its gas supply clause ("GSC").

On September 29, 1995, LG&E filed its GSC to be effective from November 1, 1995 through January 31, 1996.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. LG&E's notice proposed revised rates designed to pass on expected increased wholesale gas costs to its customers. LG&E's proposed expected gas supply cost is 28.246 cents per 100 cubic feet, or \$2.8246 per Mcf.

2. LG&E has no current quarter supplier refunds to return to its customers. The total refund factor for sales customers of 11.68 cents per Mcf reflects adjustments from previous quarters. The total refund factor for transportation customers is 10.25 cents per Mcf.

3. LG&E's notice set out a current quarter actual adjustment of 2.87 cents per Mcf to collect under-recovered gas cost from May,

June, and July 1995. The proposed total actual adjustment of (13.43) cents per Mcf reflects the current under-recovery as well as under- and over-collections from three previous quarters.

4. LG&E's notice set out a balance adjustment of 1.89 cents per Mcf to collect remaining under-collections from previous actual and balance adjustments.

5. These adjustments produce a gas supply cost component of 25.924 cents per 100 cubic feet or \$2.5924 per Mcf, 23.16 cents per Mcf more than the prior rate.

6. The rate adjustment in the Appendix to this Order is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after November 1, 1995.

IT IS THEREFORE ORDERED that:

1. The rate in the Appendix to this Order is fair, just, and reasonable and is effective for gas supplied on and after November 1, 1995.

2. Within 30 days from the date of this Order, LG&E shall file with this Commission its revised tariffs setting out the rate authorized in this Order.

Done at Frankfort, Kentucky, this 27th day of October, 1995.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-158-T DATED OCTOBER 27, 1995

The following rates and charges are prescribed for the customers served by Louisville Gas and Electric Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

Gas Supply Cost Adjustment

The total Gas Supply Cost Component shall be 25.924 cents per 100 cubic feet during the period covered by the bill.